

DAILY AGRI COMMODITY REPORT

02 January 2015



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Market Views

| MONTH | OPEN | HIGH | LOW | CLOSE | % CHG | VOL | MONTH | OPEN | HIGH | LOW | CLOSE | % CHG | VOL |
|--------------------|----------------|-----------------|------------------|----------------|---|-------|--------------------|----------------|------------------|------------------|----------------|---|-------|
| DHANIYA | | | | | | | CASTORSEED | | | | | | |
| JAN | 11450 | 11460 | 11147 | 11147 | -4.00 | 3120 | JAN | 5005 | 5135 | 4992 | 5000 | +1.15 | 33640 |
| INTRADAY LEVELS | SUPPORT | SUPP.1 10992 | SUPP. 2 10838 | PIVOT 11302 | Dhaniya short term trend is down, further more downside is expected in coming days. | | INTRADAY LEVELS | SUPPORT | SUPP. 1 4917 | SUPP. 2 4834 | PIVOT 5026 | Castorseed short term trend is down, Prices expected to go down in coming days. | |
| | RESISTAN CE | RES. 1 11456 | RES. 2 11767 | | | | | RESISTAN CE | RES. 1 5109 | RES. 2 5218 | | | |
| TURMERIC | | | | | | | GUARGUM | | | | | | |
| APR | 8990 | 9348 | 8990 | 9348 | +3.98 | 24090 | JAN | 12790 | 12790 | 12270 | 12270 | -3.99 | 5153 |
| INTRADAY LEVELS | SUPPORT | SUPP. 1 9109 | SUPP. 2 8871 | PIVOT 9229 | Turmeric short term trend is down and may continue in coming days. | | INTRADAY LEVELS | SUPPORT | SUPP. 1 12097 | SUPP. 2 11923 | PIVOT 12443 | Guargum Short term trend is up, Expecting price may go up in coming days. | |
| | RESISTAN CE | RES. 1 9467 | RES. 2 9587 | | | | | RESISTAN CE | RES. 1 12617 | RES. 2 12963 | | | |

Most Active Contract

| TOP LOSERS | | | | | NCDEX INDICES | | | |
|----------------------------|-------------|---------------|---------|----------|---------------|-------|------------|----------|
| SYMBOL | EXPIRY DATE | CURRENT PRICE | CHANGE | CHANGE % | Index | Value | Pre. Close | % Change |
| CORIANDER | 20-01-2015 | 11147.00 | -464.00 | -4.00% | CASTORSEED | 5000 | 4943 | +1.15 |
| CHANA | 20-01-2015 | 3444.00 | -106.00 | -2.99% | CHANA | 3444 | 3550 | -2.99 |
| V 797 KAPAS | 27-02-2015 | 781.00 | -12.50 | -1.58% | CORIANDER | 11147 | 11611 | -4.00 |
| RAPESEED-MUSTARD SEED | 20-01-2015 | 4261.00 | -34.00 | -0.79% | GUARGUM | 12270 | 12780 | -3.99 |
| SOYABEAN | 20-01-2015 | 3346.00 | -20.00 | -0.59% | JEERA | 15590 | 15650 | -0.38 |
| TOP GAINERS | | | | | MUSTARD SEED | 4261 | 4295 | -0.79 |
| SYMBOL | EXPIRY DATE | CURRENT PRICE | CHANGE | CHANGE % | SOYABEAN | 3346 | 3366 | -0.59 |
| TURMERIC | 20-04-2015 | 9348.00 | 358.00 | 3.98% | TURMERIC | 9348 | 8990 | +3.88 |
| CASTOR SEED NEW | 20-01-2015 | 5000.00 | 57.00 | 1.15% | | | | |
| COTTON SEED OIL CAKE AKOLA | 20-01-2015 | 1430.00 | 8.00 | 0.56% | | | | |
| BARLEY | 20-01-2015 | 1625.00 | 8.00 | 0.49% | | | | |
| GUR | 20-01-2015 | 972.00 | 2.50 | 0.26% | | | | |

Commodities In News

➤ Stockiest selling is likely to continue in castor seed futures as prices are currently trading at huge premium over spot prices coupled with possibility of strong production in the current year. The market sources mentioned that huge premium of Rs 500 per quintal in castor seed futures over spot prices will encourage stockiest selling in futures market. The spot prices are currently trading at Rs 4200 per quintal at Disa mandi, while benchmark future settled at Rs 4750 per quintal in last trading. Traders mentioned that the total castor seed production in the current year is likely to increase by 10-12 percent due to higher sowing acreage coupled with better crop conditions. This will encourage stockiest selling at elevated levels. The official release of COITS also added that the total production of the castor seed is estimated at 11.30 lakh tonnes for 2014-15, up 10 thousand from the last projection on the back of strong production in Gujarat and Rajasthan. The NCDEX Castor seed January futures reduced by 0.2 percent today to close at Rs 5000 per quintal. The NCDEX futures added 5.82 percent in open interest indicating fresh short position by traders.

➤ Jeera futures are likely to scale new contract highs on the account of possible decline in current year's production along with limited supplies in local mandies. The NCDEX February futures to test 16200-16300 levels in the near term. As per market sources, the current year jeera production is estimated at 45 lakh bags against 65 lakh bags of the last year. This is mainly on the account of crop diversification by farmers towards other crop and poor rainfall during October -November in Gujarat and Rajasthan. Moreover, weak supplies of jeera in major mandies will also provide support to prices in the near term. The total daily arrivals of around 8-12 thousand bags have been reported in major mandies, down 2-3 thousand bags from the last week's average daily arrivals. The NCDEX January Jeera futures settled at Rs 15590 per quintal, up 0.10 percent in the last trading. The contract has made a new contract high of Rs 16255 per quintal in the last trading. The NCDEX futures added 11 percent in open interest indicating fresh buying by traders. Technically, fresh buying is likely to emerge from 15800-15860 levels, while supports at 16200-16300 levels in the near term.

ECONOMIC NEWS

➤ The cotton sector in India witnessed an all-round growth and the production is estimated at 402 lakh bales during 2014-15, Cotton Association of India (CAI). Cotton production in the country, which was 158 lakh bales of 170 kilograms each in 2001-02, has more than doubled and is estimated at 402 lakh bales during 2014-15. "We are on the threshold of surpassing China in cotton production to become the world leader," CAI President Dhiren Sheth said at the organisation's 92nd Annual General Meeting here. The consumption too witnessed a healthy growth and is estimated at 306 lakh bales during 2014-15. India ranks second in cotton consumption, next only to China. The country exported 117.9 lakh bales in 2013-14 and ranks second only to the USA in exports. The credit goes only to farmers who are bringing more and more acreage under cotton, he said, adding that GM cotton, Technology Mission on Cotton and government policies too have helped. However, he pointed out that productivity of cotton still continues to be abysmally low and far below the world average.

➤ India government has postponed a proposal to impose 10 per cent import duty on Chana. The government has decided not to impose the tax till March 2015 in light of the low sowing area. The sowing process of the crop is moving at a slow pace which might be another reason for this decision by the government. Latest report from Andhra Pradesh Agri Dept indicates that Rabi Pulses sowing is down 6% from 6.43 lakh ha as on 24.12.2013 to 6.02 lakh ha as on 24.12.2014. Rajasthan Agri Dept says sowing of Rabi pulses stood at 15.36 lakh ha as on 19.12.2014, vs 15.28 lakh ha as on 19.12.2013. Madhya Pradesh Agri Dept indicates that Rabi Pulses sowing stood at 35.81 lakh ha as on 19.12.2014 vs 42.44 lakh ha previous year—down by 15.6%. Area coverage under total Pulses as on December 26, is at 124.16 lakh hectares while the last year's sowing area coverage was 134.72 lakh hectares.

Fundamental Watch : Sugar

National & International Market Update

➤ Domestic sugar market traded weak to normal largely on higher supplies against lower domestic demand. As per the latest release by IBIS, India imported 63.8 thousand tons of sugar (mainly raw) for the week ending 28th Dec, 2014 which was 27.4% lower than the imports made in the preceding week. On the contrary Indian exports rose 102% from 28.4 thousand tons to 57.6 thousand tons last week. The oil marketing companies (OMCs) in India floated their expression of interest (EoI) to procure 97 crore liter of ethanol at a rate of Rs 42 per liter at factory gate. This could motivate the cash strived industry (sugar) to divert its cane towards ethanol production in the country. An early start of crushing this season (Oct, 2014- Sep, 2015) led India to produce 42.25 lakh tons of sugar (till 15th Dec, 2014) which was 46.9% higher than the figure achieved last year during the same period.

➤ The Australian govt. predicted the country's total sugar production at 4.6 million tons for this marketing year 2014-15. However, the production is projected to decline next year in 2015-16 amidst rising prospects of El Nino weather event during the period. Brazil's centre south region churned around 0.37 million tons of sugar in the first two weeks of December which was 51.3% less than the figure achieved during second half of November. Meanwhile, Brazilian ethanol industry showed an upsurge this year with the country producing 25.6 billion liters of ethanol till date.

SUGAR PRICES AT KEY SPOT MARKET

| CENTER | 01-Jan-14 | 31-Dec-14 | Change |
|-----------|-----------|-----------|--------|
| DELHI | 2855 | 2900 | -45 |
| DHAMPUR | 2820 | 2820 | UNCH |
| MUMBAI | 2928 | 2928 | UNCH |
| KOLHAPUR | 2650 | 2650 | UNCH |
| VIJAYWADA | 3180 | 3180 | UNCH |
| NAGPUR | 3000 | 3000 | UNCH |
| KOLKATA | 2900 | NA | - |

Technical Outlook



SELL DHANIYA JAN BELOW 11130 TGTS 11100,11050 SL 11180



SELL GUARGUM JAN BELOW 12250 TGTS 12200,12100 SL 12340



BUY CASTORSEED JAN ABOVE 5050 TGTS 5080,5130 SL 5000



BUY TMC APR ABOVE 9350 TGTS 9400,9500 SL 9260

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